

**PLACER COUNTY AIR POLLUTION CONTROL DISTRICT
FY 2002-03 FINAL BUDGET SUMMARY**

	AUDIT 99-00	AUDIT 00-01	ACTUAL FY 01-02 AT 6/30/02	FINAL BUDGET 02-03
REVENUE:				
Permit Fees	352,601	389,844	416,930	388,365
Fines	14,625	28,455	71,724	20,000
Interest	49,645	73,550	81,779	80,000
State Revenue	515,126	605,388	968,709	1,086,652
Burn / Land / Other	166,490	237,399	147,209	210,364
Title V / Miscellaneous	13,697	105,133	36,327	15,000
Total Revenue:	1,112,183	1,429,809	1,722,678	1,800,381
EXPENSE:				
Salary & Benefits	491,413	470,957	614,582	847,868
External Projects (DMV)	33,779	16,098	909,888	892,400
Other Expenses	280,883	388,927	459,003	629,716
Equipment	13,798	-	39,976	
Total Expense:	819,873	875,983	2,023,449	2,369,984
Excess Revenue over Expense / (Deficit):	292,309	553,826	(300,771)	(569,603)
FUND BALANCE(S):				
Net Reserve for Encumbrance	(33,919)	(26,919)	64,660	
Reserved for Enron	-		20,000	
Reserved for Backup Generator Fund			(121,232)	121,232
Reserved for DMV Fund	(238,413)	(341,192)	443,976	268,945
Reserved for Mitigation Fund	(68,344)	(31,055)	11,248	7,875
Beginning Fund Balance	206,826	158,458	293,118	410,999
Ending Unrestricted Fund Balance	158,459	313,118	410,999	239,448
Reserved for Backup Generator Fund (one time funding)			121,232	-
Reserved for Encumbrance	37,741	284,414		
Beginning DMV Fund	255,567	493,980	615,418	391,196
Net Reserve for Encumbrance	-	(219,754)	219,754	
DMV Revenue to Fund	238,413	341,192	(443,976)	(268,945)
Ending DMV Fund	493,980	615,418	391,196	122,252
Beginning Mitigation Fund	199,360	267,704	298,759	287,512
Mitigation Revenue to Fund	68,344	31,055	(11,248)	(7,875)
Ending Mitigation Fund	267,704	298,759	287,511	279,637
Total Fund Balance:	957,884	1,511,710	1,210,937	641,336
* Previously Reported:				
Unrestricted Fund Balance FY00-01		\$ 280,980		
Adjustment after Audit		12,138		
Unrestricted Fund Balance FY01-02			\$ 410,403	
Adjustment from Auditor/Controller's Office			596	
DMV Fund Balance FY01-02				\$ 390,514
Adjustment from Auditor/Controller's Office				682
Ending Fund Balance		\$ 293,118	\$ 410,999	\$ 391,196

Please see the following pages for an explanation of the different fund balances and the restricted/unrestricted usage.

Finances

The District receives funding from permit fees and recovered costs, State subvention, fines and penalties paid for compliance violations, grants, and Department of Motor Vehicle surcharges on registered motor vehicles.

The budget for fiscal year 2002-03 includes four different funds:

The Unrestricted Fund

The DMV Fund

The Mitigation Fund

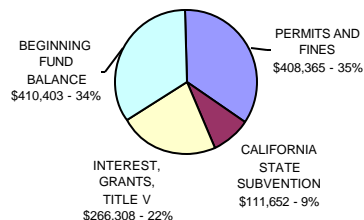
The Backup Generator Fund (BUG)

The charts on the following page provide an illustration of these first three funds.

PLACER COUNTY AIR POLLUTION CONTROL DISTRICT BUDGET FOR FISCAL YEAR 2002-2003

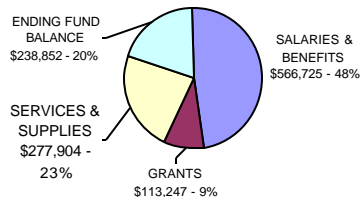
FY 2002 - 2003 UNRESTRICTED FUND FUND SOURCES

TOTAL FUNDS AVAILABLE = \$1,196,728



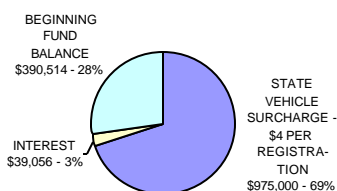
FY 2002 - 2003 UNRESTRICTED FUND FUND USAGES

TOTAL FUND USES = \$1,196,728



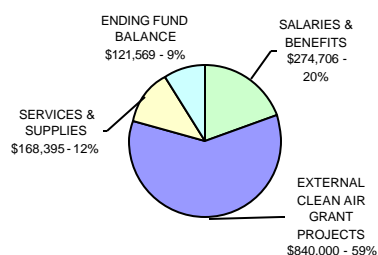
FY 02-03 DMV FUND FUND SOURCES

TOTAL DMV FUNDS AVAILABLE = \$1,404,570



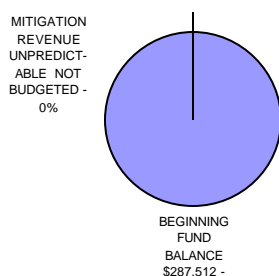
FY 02-03 DMV FUND FUND USAGES

TOTAL DMV FUND USAGES = \$1,404,570



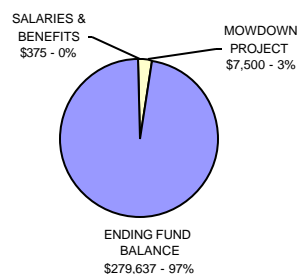
FY 02-03 MITIGATION FUND FUND SOURCES

TOTAL MITIGATION FUND BUDGET = \$287,512



FY 02-03 MITIGATION FUND FUND USES

TOTAL MITIGATION FUND USES - \$287,512



The Unrestricted Fund is used for the normal day to day operations of the District, which includes permitting, complaint investigation, inspections of permitted sources, supplies, services and administrative support. Some of these activities are funded by permit fees, fines for non-compliance, and state subvention monies. Other costs, such as responding to general inquiries and permit inquiries from new industry, which are services to the public, and the regulation of area emission sources (e.g. construction dust), are not

directly recoverable. The District does not receive funds from the County or municipal jurisdictions within Placer County to assist in funding general operations.

The explosive growth of the County over the past several years, which is expected to continue for the foreseeable future, has increased the demand for services from the District. Although some costs, such as for permits, can be recovered, the service demand is often in areas that do not have matching funding streams or means for cost recovery. These unrecoverable costs place a financial strain on the Unrestricted Fund. A historical analyses of the District's budget indicates that there has been a continuing shortfall in the Unrestricted Fund which has been covered only to the detriment of funded programs.

The projected population growth within both the incorporated and unincorporated areas of the County has focused the need to secure an additional stable source of funding to sustain operations and maintain the delivery of services to the public.

The DMV Fund is funded by a \$4.00 surcharge per vehicle on registered vehicles in Placer County and the interest collected on those fees. The use of the DMV Fund is restricted to use for external clean air project grants, rule development, planning, emission inventories, air quality monitoring, modeling, technical studies, research, public education, and a 5% administrative overhead not chargeable directly to a specific district program. The District intends to award \$840,000 in clean air project grants, a 59% portion of DMV Funds available. In FY 2001-2002 the District's Board allocated \$699,378 to fund external Clean Air Grants to reduce vehicle emissions. The approved grants included \$100,000 to the City of Auburn for CNG fueling infrastructure; \$14,000 each to the City of Lincoln and the City of Rocklin towards the purchase of electric vehicles and charging stations; \$265,857 to the City of Roseville towards the purchase of two CNG buses and CNG refueling infrastructure; \$147,000 in matching funds to Placer County Fleet Services for diesel engine replacements and \$85,000 to Placer County to upgrade CNG refueling infrastructure; and \$20,000 to Placer County Transportation Planning Agency towards standby highway tow truck during peak hours.

The Mitigation Fund is funded through the District's "off-site" air quality mitigation program, which is applicable to development projects not yet identified and is therefore not budgeted. These funds are for programs that reduce emissions from sources of pollution not required to reduce their emissions. These include the re-powering of heavy duty diesel on-road and off-road equipment, alternative fueled buses, compressed natural gas infrastructure, lawn mower swap-outs (the MOWDOWN program), chipper purchases, wood stove replacements and other projects in accordance with the Board approved policy. In FY 2001-2002 the District Board approved approximately \$125,000 in mitigation funds towards the Tahoe Regional Transit (TART) compressed natural gas refueling facility for the Truckee/Tahoe region.

The Backup Generator Fund is from a one-time disbursement, (\$121,232), from the State that is tied to excess emissions and staff efforts resulting from the 2001 energy crisis. These funds will be applied towards emission reduction projects that meet the criteria for the intended uses of these funds. A pie chart is not provided for this fund because it will be fully expended in fiscal year 2002-03.